

## **FISCAL NOTE**

### **SB 1027 - HB 1203**

March 5, 2007

**SUMMARY OF BILL:** Authorizes the Tennessee Department of Transportation (TDOT) to convey interests in real property, acquired for right-of-way by negotiated sale or disposal, to any legal governmental body for a public use purpose, subject to reversion to TDOT for failure to continue public ownership and use, or to the former owner or adjoining owner for fair market value. Determines methodology for determining fair market value.

### **ESTIMATED FISCAL IMPACT:**

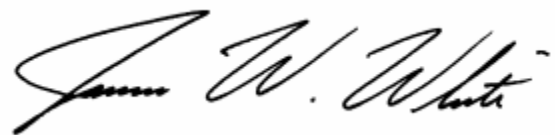
#### **Increase State Expenditures – Not Significant**

##### Assumptions:

- According to TDOT, this bill expands the options for real property disposal for the department.
- Determination of fair market value is consistent with current practices.
- According to TDOT, there would be no additional staff requirements resulting from this bill.
- It is expected that appraisal costs could increase slightly as a result of this bill. However, the increase to state expenditures is estimated to be not significant.
- It is expected that state revenues, derived from any sale of such real property, would remain unchanged as a result of this bill.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "James W. White".

James W. White, Executive Director